

# INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

3 months ended 30 September 2013



## INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

|   | USD 000's                        |                           |
|---|----------------------------------|---------------------------|
|   | 30 September 2013<br>(Unaudited) | 30 June 2013<br>(Audited) |
| <b>ASSETS</b>   |                                  |                           |
| Balances with banks   | 3,492                            | 5,903                     |
| Placements with financial institutions  | 2,602                            | 4,720                     |
| Investments   | 131,276                          | 131,567                   |
| Investments in associates and a joint venture accounted under the equity method | 24,923                           | 25,033                    |
| Investment property   | 9,130                            | 9,130                     |
| Receivable from investment banking services                                     | 19,907                           | 13,192                    |
| Funding to project companies  | 15,422                           | 12,858                    |
| Other assets  | 14,518                           | 9,246                     |
| Property and equipment  | 9,711                            | 9,912                     |
| <b>Total assets</b>   | <b>230,781</b>                   | <b>221,561</b>            |
| <b>LIABILITIES</b>  |                                  |                           |
| Islamic financing payables  | 18,316                           | 13,011                    |
| Employee accruals   | 4,181                            | 4,109                     |
| Other liabilities   | 4,841                            | 3,963                     |
| <b>Total liabilities</b>  | <b>27,338</b>                    | <b>21,083</b>             |
| <b>EQUITY</b>   |                                  |                           |
| Share capital   | 250,000                          | 250,000                   |
| Share premium   | 28,429                           | 28,429                    |
| Unvested shares of employee share ownership plan                                | (22,764)                         | (22,764)                  |
| Statutory reserve   | 10,414                           | 10,414                    |
| Investments fair value reserve  | 683                              | 245                       |
| Employee share ownership plan reserve   | 5,349                            | 5,349                     |
| Accumulated losses  | (68,668)                         | (71,195)                  |
| <b>Total equity</b>   | <b>203,443</b>                   | <b>200,478</b>            |
| <b>Total liabilities and equity</b>   | <b>230,781</b>                   | <b>221,561</b>            |
| <b>Off statement of financial position items</b>                                |                                  |                           |
| Equity of investment account holders  | 3,812                            | 3,740                     |

Extracted from the reviewed interim financial information approved for issue by the Board on xx October 2013 and on which Ernst & Young has issued an unqualified review report.

Dr. Ghassan Al Sulaiman  
Chairman

Abdullatif M. Janahi  
Board Member and Chief Executive Officer

## INTERIM CONSOLIDATED STATEMENT OF INCOME

|   | USD 000's                        |                                  |
|---|----------------------------------|----------------------------------|
|   | 30 September 2013<br>(Unaudited) | 30 September 2012<br>(Unaudited) |
| <b>REVENUE</b>  |                                  |                                  |
| Income from investment banking services   | 4,601                            | 6,110                            |
| Finance income  | 69                               | 118                              |
| Dividend income   | 3                                | 1,681                            |
| Rental and other miscellaneous income   | 434                              | 293                              |
| <b>Total revenue</b>  | <b>5,107</b>                     | <b>8,202</b>                     |
| <b>OTHER GAINS (LOSSES)</b>   |                                  |                                  |
| Fair value gains (losses) on investments carried at fair value through profit or loss - net   | 7                                | (1,993)                          |
| Other gains on investments - net  | 273                              | -                                |
|   | <b>5,387</b>                     | <b>6,209</b>                     |
| <b>EXPENSES</b>   |                                  |                                  |
| Staff costs   | 1,454                            | 1,194                            |
| Travel and business development expenses  | 122                              | 56                               |
| Legal and professional fees   | 242                              | 148                              |
| Finance expense   | 88                               | 46                               |
| Depreciation  | 201                              | 322                              |
| Other expenses  | 503                              | 325                              |
| <b>Total expenses</b>   | <b>2,610</b>                     | <b>2,091</b>                     |
| <b>Profit before impairment provision and share of loss of associates and a joint venture</b> | <b>2,777</b>                     | <b>4,118</b>                     |
| Impairment allowances   | (140)                            | (1,710)                          |
| Share of losses of associates and a joint venture - net                                       | (110)                            | (407)                            |
| <b>Net profit for the period</b>  | <b>2,527</b>                     | <b>2,001</b>                     |

## INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

|   | USD 000's                        |                                  |
|---|----------------------------------|----------------------------------|
|   | 30 September 2013<br>(Unaudited) | 30 September 2012<br>(Unaudited) |
| <b>Net profit for the period</b>                        | <b>2,527</b>                     | <b>2,001</b>                     |
| <b>Other comprehensive income (loss)</b>                |                                  |                                  |
| Changes in fair value of available-for-sale investments | 438                              | (1)                              |
| <b>Other comprehensive (loss) income for the period</b> | <b>438</b>                       | <b>(1)</b>                       |
| <b>Total comprehensive income for the period</b>        | <b>2,965</b>                     | <b>2,000</b>                     |

## INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

|  | USD 000's                        |                                  |
|--|----------------------------------|----------------------------------|
|  | 30 September 2013<br>(Unaudited) | 30 September 2012<br>(Unaudited) |
| <b>OPERATING ACTIVITIES</b>  |                                  |                                  |
| Net profit for the period  | 2,527                            | 2,001                            |
| Adjustments for non-cash items:  |                                  |                                  |
| Share of results of associates and a joint venture accounted under the equity method | 110                              | 407                              |
| Impairments charged  | 140                              | 1,710                            |
| Depreciation   | 201                              | 322                              |
| Gain on disposal of property and equipment   | -                                | (108)                            |
| Dividend income  | (3)                              | (1,681)                          |
| Operating profit before changes in operating assets and liabilities                  | 2,975                            | 2,651                            |
| Changes in operating assets and liabilities:   |                                  |                                  |
| Investments  | 703                              | (6,326)                          |
| Receivable from investment banking services  | (6,715)                          | 6,290                            |
| Funding to project companies   | (2,704)                          | (851)                            |
| Other assets   | (5,082)                          | (1,852)                          |
| Employee accruals  | 72                               | 37                               |
| Other liabilities  | 878                              | (69)                             |
| <b>Net cash used in operating activities</b>   | <b>(9,873)</b>                   | <b>(120)</b>                     |
| <b>INVESTING ACTIVITIES</b>  |                                  |                                  |
| Dividends received   | 39                               | -                                |
| Property and equipment - net   | -                                | (249)                            |
| <b>Net cash from (used in) investing activities</b>                                  | <b>39</b>                        | <b>(249)</b>                     |
| <b>FINANCING ACTIVITIES</b>  |                                  |                                  |
| Islamic financing payables raised (repaid)   | 5,305                            | (4,000)                          |
| <b>Net cash from (used in) financing activities</b>                                  | <b>5,305</b>                     | <b>(4,000)</b>                   |
| <b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>                                     | <b>(4,529)</b>                   | <b>(4,369)</b>                   |
| Cash and cash equivalents at beginning of the period                                 | 10,423                           | 10,322                           |
| <b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>                                | <b>6,094</b>                     | <b>5,953</b>                     |
| <b>Cash and cash equivalents per the statement of financial position</b>             |                                  |                                  |
| Balances with banks  | 3,492                            | 2,375                            |
| Placements with financial institutions   | 2,602                            | 3,578                            |
|  | <b>6,094</b>                     | <b>5,953</b>                     |

## INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

|  | USD 000's      |               |                      |                   |                                |              |                    |                |
|--|----------------|---------------|----------------------|-------------------|--------------------------------|--------------|--------------------|----------------|
|  | Share capital  | Share premium | Unvested ESOP shares | Statutory reserve | Investments fair value reserve | ESOP reserve | Accumulated losses | Total          |
| <b>30 September 2013</b>                         |                |               |                      |                   |                                |              |                    |                |
| Balance at 1 July 2013                           | 250,000        | 28,429        | (22,764)             | 10,414            | 245                            | 5,349        | (71,195)           | 200,478        |
| Net profit for the period                        | -              | -             | -                    | -                 | -                              | -            | 2,527              | 2,527          |
| Other comprehensive income for the period        | -              | -             | -                    | -                 | 438                            | -            | -                  | 438            |
| Total comprehensive income for the period        | -              | -             | -                    | -                 | 438                            | -            | 2,527              | 2,965          |
| <b>Balance at 30 September 2013 (Unaudited)</b>  | <b>250,000</b> | <b>28,429</b> | <b>(22,764)</b>      | <b>10,414</b>     | <b>683</b>                     | <b>5,349</b> | <b>(68,668)</b>    | <b>203,443</b> |
| Balance at 1 July 2012                           | 250,000        | 28,429        | (22,764)             | 10,414            | (24)                           | 5,349        | (79,335)           | 192,069        |
| Net profit for the period                        | -              | -             | -                    | -                 | -                              | -            | 2,001              | 2,001          |
| Other comprehensive (loss) income for the period | -              | -             | -                    | -                 | (1)                            | -            | -                  | (1)            |
| Total comprehensive (loss) income for the year   | -              | -             | -                    | -                 | (1)                            | -            | 2,001              | 2,000          |
| <b>Balance at 30 September 2012 (Unaudited)</b>  | <b>250,000</b> | <b>28,429</b> | <b>(22,764)</b>      | <b>10,414</b>     | <b>(25)</b>                    | <b>5,349</b> | <b>(77,334)</b>    | <b>194,069</b> |